

EXHIBIT 342

Message

From: Coughlin, Daniel M. [dan.coughlin@walgreens.com]
Sent: 8/3/2010 1:05:17 PM
To: Ranick, Marcella F. [marcie.ranick@walgreens.com]
CC: Martin, Barbara A. [barb.martin@walgreens.com]; Murray Jr, Denman D. [denman.murray@walgreens.com]; Peters, Gary A. [gary.peters@walgreens.com]; Pinon, Dwayne A. [dwayne.pinon@walgreens.com]; Svihra, Edward J. [ed.svihra@walgreens.com]; Jacobs, Robert C. [robbie.jacobs@walgreens.com]; Gorman, Timothy J. [tim.gorman@walgreens.com]; Khanna, Rakesh [rakesh.khanna@walgreens.com]; Stahmann, Eric A. [eric.stahmann@walgreens.com]
Subject: Re: Suspicious Controlled Drug Orders
Attachments: image3.Gif; image4.Gif; image1.Gif; image2.Gif; image0.Gif

Travelling and unable to view. Some brief question though:

1. I recall the old paper report as being inches thick. This was replaced by same data on disc and eventually electronic transmission. We were instructed in 1985 not to review or contact anyone on the data. Who from your group has been reviewing the data collected for the past twenty-five years?

2. Doesn't the new program stop the release of suspicious quantity? Wouldn't this give your team more time or ability for whatever review would be performed? At present is anyone doing any review on what would be considered suspicious quantities that are physically ordered and are releasing to stores?

----- Original Message -----

From: Marcie Ranick
Sent: 08/03/2010 12:38 PM CDT
To: Dan Coughlin
Cc: Barb Martin; Denman Murray; Gary Peters; Dwayne Pinon; Ed Svihra; Robbie Jacobs; Tim Gorman; Rakesh Khanna; Eric Stahmann
Subject: Re: Suspicious Controlled Drug Orders

Dan - in addition to the issues sent previously, the screens below show a discrepancy in the data which is compiled in the new ADR4 -

Threshold Violations program compared to the existing Suspicious Controlled Drug "Trigger" data, which is currently on Mobius and is sent to the DEA on a monthly basis. From these screens, you can see that the new Threshold Violations report does not match the data on Mobius Suspicious Controlled Drug Orders .

While it is understood that the new calculations will offer different results, it is apparent that the Mobius report will continue to list potential suspicious activity that is not addressed in the new ADR4 system. From this perspective, we believe that the new system should be tested further and enhanced to provide broader coverage of controlled substance activity.

Although we will continue to explore the issues and results of the new system, we are not equipped to handle the 389+ pages of ADR4 data which are compiled nationwide each week. Is there a resource available in your department for data analysis?

Please let me know if you have any questions, or would like to discuss. I would be happy to set up a meeting to discuss full rollout, a date for the discontinuation of the monthly Mobius CD-disc distribution, and subsequent monitoring and reporting from the new system.

Confidential - this report and its content is intended for restricted Walgreens internal distribution only.

5750 Terminal - ADR4 (Session II)

File Edit Disconnect Script View Settings Go IntraNet Help

ORP0312 QPADEV000G RANICK 11:06:19 8/03/10

THRESHOLD VIOLATIONS-MONTHLY SUSPICIOUS ORDER

Month of (MM/YY): 610 Month Start Date (MM/DD/YY) : 6/01/10
Month End Date (MM/DD/YY) : 6/30/10

05646

? Dist.	Store	User	WIC #	Item Description	Order Date	Rsn Cd
_ 00194	05646		532549	OXYCODONE 20MG/ML SOLN (LAN)+30ML	6/30/10	T

+

X=Select
F3=Exit F6=Prev Month F7=Next Month
Scan limit reached - ROLLUP to scan further records.

Ready

start [Icons] [Taskbar] [System Tray] 4, 22 11:06 AM

5250 Terminal - ADR4 (Session II)

File Edit Disconnect Script View Settings Go IntraNet Help

ORP0312 QPADEV000G RANICK 11:07:14 8/03/10

THRESHOLD VIOLATIONS-MONTHLY SUSPICIOUS ORDER

Month of (MM/YY): 710 Month Start Date (MM/DD/YY) : 7/01/10
Month End Date (MM/DD/YY) : 7/31/10

05646

? Dist.	Store	User	WIC #	Item Description	Order Date	Rsn Cd
_ 00194	05646		679658	HYDROMET SYRUP (ALP) + 473ML	7/29/10	I

X=Select
F3=Exit F6=Prev Month F7=Next Month
Scan limit reached - ROLLUP to scan further records.

Ready

start [Icons] [Taskbar] [System Tray]

5250 Terminal - ADR4 (Session II)

File Edit Disconnect Script View Settings Go Intravox™ Help

ORP0312 QPADEV000G RANICK 11:07:41 8/03/10

THRESHOLD VIOLATIONS-MONTHLY SUSPICIOUS ORDER

Month of (MM/YY): 810 Month Start Date (MM/DD/YY) : 8/01/10
Month End Date (MM/DD/YY) : 8/31/10

05646

X=Select
F3=Exit F6=Prev Month F7=Next Month

Ready

start [Taskbar icons: PRG Desc, Watch - R, Internet H, Watch - R, HCL, 9.455.16, Gen Desc, Document2] 11:07 AM

DocumentDirect - [mobius_rdswh.walgreens.com: CD500026 (08/02/2010 08:31:15 AM)]									
File Edit View Script Policy Options Window Help									
DATE 08/02/10 SUSPICIOUS CONTROL DRUG ORDERS FOR MONTH OF 07/2010 FOR WAREHOUSE 026 2370 E MAIN ST WOODLAND CA WAREHOUSE DEA # R00204026									
WALGREEN STORE NO		DEA NO.		STORE ADDRESS					
05646		B06761084		820 S HWY 160 PAHRUMP NV		89048			
WALGREEN ITEM NO.		DESCRIPTION:		UPC NUMBER		NDC NUMBER		AVE ORDER * DEA FACTOR = TRIGGER	
532538		MORPHINE SULF 20MG/ML (LAN) + 30ML		30527142536		00527142536		5 3.0 15.0	
				DC		DATE ORDERED		QUANTITY	
				026		05/13/10		11	
				026		05/06/10		<u>14</u>	
						TOTAL ORDERED		25 166.66 %	
				026		04/29/10		4	
				026		04/15/10		7	
				026		04/08/10		<u>5</u>	
						TOTAL ORDERED		16 106.66 %	
WALGREEN ITEM NO.		DESCRIPTION:		UPC NUMBER		NDC NUMBER		AVE ORDER * DEA FACTOR = TRIGGER	
564860		MORPHINE SULF 100MG CR+TAB(WT) 100		30591351401		00591351401		3 3.0 9.0	
				DC		DATE ORDERED		QUANTITY	
				026		07/07/10		4	
				026		07/29/10		2	
				026		07/22/10		5	
				026		07/15/10		3	
				026		07/01/10		<u>2</u>	
						TOTAL ORDERED		16 177.77 %	
				026		05/13/10		9	
				026		05/06/10		<u>7</u>	
						TOTAL ORDERED		16 177.77 %	
				026		04/29/10		2	
				026		04/22/10		1	
				026		04/08/10		4	
				026		04/01/10		<u>6</u>	
						TOTAL ORDERED		13 144.44 %	
				026		03/25/10		1	
				026		03/11/10		1	
				026		03/04/10		<u>8</u>	
						TOTAL ORDERED		10 111.11 %	
				026		02/25/10		7	
				026		02/19/10		4	
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DocumentDirect - [mobius_rds.walgreens.com: CD500026 (08/02/2010 08:11:15 AM)]

File Edit View Script Policy Options Window Help

WAREHOUSE DEA # RU0204026

WALGREEN STORE NO 05646	DEA NO. BU6761084	STORE ADDRESS 820 S HWY 160 PAHRUMP NV		89046	
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WALGREEN ITEM NO. 682971	DESCRIPTION: OXYCODONE HCL 30MG TAB (ACT)+ 100	UPC NUMBER 35215221502	NDC NUMBER 52152021502	AVE ORDER * 8	DEA FACTOR = 3.0	TRIGGER 24.0
	DC	DATE ORDERED	QUANTITY			
		TOTAL ORDERED	46	191.66 %		
	026	03/25/10	5			
	026	03/18/10	11			
	026	03/11/10	11			
	026	03/04/10	12			
		TOTAL ORDERED	39	162.50 %		

WALGREEN ITEM NO. 682972	DESCRIPTION: OXYCODONE HCL 15MG TAB (ACT) +100	UPC NUMBER 35215221402	NDC NUMBER 52152021402	AVE ORDER * 9	DEA FACTOR = 3.0	TRIGGER 27.0
	DC	DATE ORDERED	QUANTITY			
	026	07/29/10	13			
	026	07/22/10	5			
	026	07/15/10	6			
	026	07/08/10	21			
	026	07/01/10	11			
		TOTAL ORDERED	56	207.40 %		
	026	05/11/10	9			
	026	05/27/10	14			
	026	05/20/10	28			
	026	05/13/10	21			
	026	05/06/10	15			
		TOTAL ORDERED	87	322.22 %		
	026	04/29/10	6			
	026	04/22/10	3			
	026	04/08/10	14			
	026	04/01/10	13			
		TOTAL ORDERED	36	133.33 %		
	026	03/25/10	7			
	026	03/18/10	3			
	026	03/11/10	10			
	026	03/04/10	12			
		TOTAL ORDERED	32	118.51 %		
	026	02/25/10	18			
	026	02/18/10	9			

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 847-964-4193
 Fax 847-964-4966

Dan Coughlin/LOG/Walgreens

07/27/2010 12:51 PM

To Marcie Ranick/Corp/Walgreens@Walgreens, Barb
 Martin/Corp/Walgreens@Walgreens
 cc Dwayne Pinon/Corp/Walgreens@Walgreens, Denman
 Murray/Corp/Walgreens@Walgreens, Robbie
 Jacobs/Corp/Walgreens@Walgreens, Tim
 Gorman/Corp/Walgreens@Walgreens, Ed
 Svihra/Corp/Walgreens@Walgreens

Subject Suspicious Control Drugs

The DEA asked us in 2009 to stop what was considered suspicious drug shipments to any of our stores. This would replace the current program where we would send the DEA diversion offices records on disks of what these same transactions were. I believe we have been testing the program that would stop orders considered suspicious in Las Vegas for some time.

Based on the results of Las Vegas, are we ready to roll out chain wide to meet the DEA requirements? From our division, we support the program if tests results have yielded the control of orders while not missing customers' script fills. Our concern is that the DEA could walk into a DC and discuss our inability to have the process in place after their request was made last year.

Any issues that would prevent presentation to the Market Pharmacy Directors and Executive group for pharmacies so they are aware of the changes before chain wide roll out?